

**COVENANT FINANCIAL CORPORATION**

	CPP Disbursement Date 06/05/2009	RSSD (Holding Company) 3212046	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2013 \$ millions	2014 \$ millions	%chg from prev		
Assets	\$228	\$227	-0.5%		
Loans	\$168	\$171	2.1%		
Construction & development	\$12	\$14	10.2%		
Closed-end 1-4 family residential	\$34	\$32	-7.0%		
Home equity	\$3	\$3	-7.3%		
Credit card	\$0	\$0			
Other consumer	\$5	\$5	-1.7%		
Commercial & Industrial	\$35	\$39	12.0%		
Commercial real estate	\$54	\$49	-8.8%		
Unused commitments	\$18	\$21	18.1%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$6	\$5	-17.5%		
Asset-backed securities	\$0	\$0			
Other securities	\$24	\$17	-27.8%		
Cash & balances due	\$10	\$11	5.5%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$0	\$0			
Open-end HELOC originated for sale (quarter)	\$0	\$0			
Closed-end mortgage originations sold (quarter)	\$0	\$0			
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$204	\$202	-0.8%		
Deposits	\$190	\$189	-0.2%		
Total other borrowings	\$10	\$10	-1.0%		
FHLB advances	\$6	\$5	-15.5%		
Equity					
Equity capital at quarter end	\$25	\$25	1.9%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$0	NA		
Performance Ratios					
Tier 1 leverage ratio	9.9%	9.7%	--		
Tier 1 risk based capital ratio	11.9%	11.6%	--		
Total risk based capital ratio	13.2%	12.8%	--		
Return on equity <sup>1</sup>	10.5%	-6.2%	--		
Return on assets <sup>1</sup>	1.2%	-0.7%	--		
Net interest margin <sup>1</sup>	4.4%	4.4%	--		
Coverage ratio {(ALL+Alloc transfer risk)/Noncurrent loans}}	53.3%	96.7%	--		
Loss provision to net charge-offs (qtr)	234.5%	103.5%	--		
Net charge-offs to average loans and leases <sup>1</sup>	0.2%	3.1%	--		
<sup>1</sup> Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2013	2014	2013	2014	
Construction & development	8.0%	6.5%	0.0%	0.0%	--
Closed-end 1-4 family residential	6.9%	3.7%	0.1%	0.1%	--
Home equity	0.0%	0.0%	0.0%	0.0%	--
Credit card	0.0%	0.0%	0.0%	0.0%	--
Other consumer	0.1%	0.0%	0.2%	0.1%	--
Commercial & Industrial	1.2%	0.9%	0.0%	3.3%	--
Commercial real estate	0.5%	0.1%	0.0%	0.0%	--
Total loans	2.8%	1.4%	0.1%	0.8%	--